

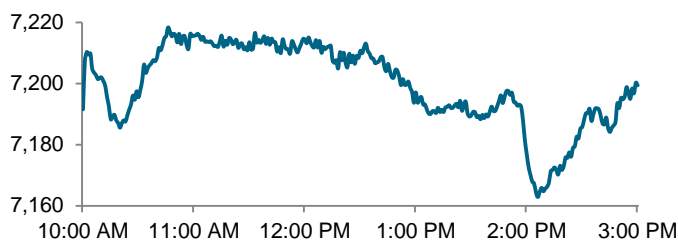
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



DECEMBER 20, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,199	0.1	1.7	-0.2	16.9
Saudi (NOMU)	3,097	1.1	1.2	NA	NA
Energy	4,205	-0.1	2.6	-15.5	14.9
Materials	5,002	0.0	2.4	0.4	20.5
Capital Goods	4,348	0.8	1.4	-12.9	14.8
Com. & Prof. Svc	4,077	-0.1	1.6	-19.2	18.6
Transportation	3,977	-1.2	2.6	-22.0	15.3
Cons. Durables & Apparel	4,075	-0.9	-0.1	-12.3	NA
Consumer Services	3,633	-0.9	0.0	-24.8	11.8
Media	7,936	0.7	3.5	55.0	NA
Retailing	5,569	0.4	0.5	13.4	18.3
Food & Staples Retailing	5,457	-0.7	-0.4	8.0	24.3
Food & Beverages	5,044	-0.6	1.1	2.9	43.8
Health Care Equipment	4,470	-0.5	1.4	-10.9	24.0
Pharma, Biotech & Life Science	3,938	-0.2	1.5	-26.8	9.8
Banks	5,470	0.2	2.4	7.6	11.2
Diversified Financials	3,895	-0.4	0.9	-21.9	NA
Insurance	4,698	-0.2	0.6	-4.4	16.7
Telecommunication	4,241	-0.3	0.6	-15.2	14.2
Utilities	4,737	-0.4	0.5	-2.5	9.3
REITs	4,589	-0.3	0.8	-8.2	NA
Real Estate	4,690	1.2	0.0	-6.5	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Makkah Construction & Development Co.	81.90	10.0%	124.9
Saudi Ceramic Co.	28.11	5.4%	14.5
Alinma Tokio Marine Co.	22.27	5.4%	9.1
Alandalus Property Co.	20.41	4.6%	32.6
Al-Jouf Agriculture Development Co.	26.26	4.4%	17.7

Source: Tadawul

Upcoming General Assembly Meetings

Company	Proposed Date
Saudi Ground Services Co.	20-Dec-17
Saudi Industrial Export Co.	20-Dec-17
Taiba Holding Co.	20-Dec-17
Al Hassan Ghazi Ibrahim Shaker Co.	20-Dec-17
Saudi Arabia Refineries Co.	20-Dec-17
Alujain Corp.	21-Dec-17

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 20, 2017
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI gained 0.1% to close at 7,199 on Tuesday. The NOMU ended 1.1% higher at 3,097. TASI traded value totaled SAR 4.4bn and averaged SAR 3.8bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 41.9% of the daily traded value.
- Banks ended 0.2% higher while Materials ended flat. Telecom closed 0.3% lower. Real Estate (up 1.2%) was the best performer. Among stocks, Makkah Construction & Development Co. (4100/MCDCO AB), Saudi Ceramic Co. (2040/SCERCO AB), and Alinma Tokio Marine Co. (8312/ALINMATO AB) led gainers.
- King Salman announced the state budget for 2018, the biggest ever in the country's history despite cheaper oil prices. According to the new budget, revenue for 2018 has been set at SAR 783bn (USD 209bn) and public spending at SAR 978bn (USD 261bn), with a projected deficit of SAR 195bn (USD 52bn). (Source: Argaam)
- The Communications and Information Technology Commission revealed the number of mobile subscribers increased 1% Q/Q to 44.0mn in 3Q17, with a market penetration rate of 139%. (Source: Argaam)
- The Capital Market Authority approved Al Rajhi Capital's request to offer, register, and list units of Al Rajhi REIT Fund on Tadawul as Real Estate Investment Traded Fund. (Source: Tadawul)
- Saudi Real Estate Refinance Co. (SRC) signed a SAR 1bn (USD 267mn) strategic partnership refinancing deal with Deutsche Gulf Finance (DGF). This deal would help unlock the country's housing market and increase home ownership among citizens. (Source: Gulf Base)
- Schlumberger (SLB US) signed a deal with Saudi Arabian Oil Company to develop a high-tech industrial manufacturing center within King Salman Energy Park at Dhahran. (Source: Trade Arabia)
- The BoD of National Company for Glass Industries (2150/ZOUJAJ AB) recommended cash dividend of SAR 0.50 per share for 2H17. This implies a full-year yield of 4.7%. (Source: Tadawul)
- The BoD of Saudi Basic Industries Corp. (2010/SABIC AB) recommended cash dividend of SAR 2.2 per share for 2H17. This implies a full-year yield of 4.1%. (Source: Tadawul)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
United International Transportation Co.	26.69	-4.4%	12.6
Fawaz Abdulaziz AlHokair Co.	29.96	-3.2%	14.2
Eastern Province Cement Co.	24.83	-3.1%	9.0
Anaam International Holding Group Co.	15.11	-2.6%	14.5
Al Jouf Cement Co.	9.64	-2.2%	23.9

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	12.85	-2.0%	461
Alinma Bank	19.28	0.1%	448
Saudi Basic Industries Corp.	101.84	0.1%	416
Saudi Kayan Petrochemical Co.	10.83	-0.6%	275
Al Rajhi Bank	64.77	-0.1%	227

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,359	-0.4	0.1	-4.9	21.2
Abu Dhabi (ADX)	4,367	-0.7	0.6	-3.9	15.7
Kuwait (KSE)	6,421	0.8	1.4	11.7	15.4
Qatar (QE)	8,523	3.8	9.6	-18.3	13.8
Oman (MSM)	5,070	-0.3	0.2	-12.3	12.2
Bahrain (BSE)	1,269	0.3	0.1	4.0	7.5
DJMENA Index	520	0.3	1.2	0.0	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,681	-0.3	0.2	19.8	22.6
US (NASDAQ 100)	6,964	-0.4	0.4	29.4	24.1
UK (FTSE 100)	7,544	0.1	0.7	5.6	22.5
Germany (DAX)	13,216	-0.7	0.9	15.4	19.4
France (CAC 40)	5,383	-0.7	0.6	10.7	18.5
Russia (MICEX)	2,118	-0.8	-1.2	-4.0	7.1
Japan (Nikkei)	22,868	-0.1	1.4	19.4	19.6
Hong Kong (HSI)	29,254	0.7	1.4	33.0	13.6
South Korea (KOSPI)	2,479	-0.1	-0.1	22.3	10.4
China (SHCOMP)	3,297	0.9	0.9	6.2	16.7
India (NIFTY)	10,463	0.7	1.3	27.8	23.7
Brazil (IBOV)	72,680	-0.6	0.1	20.7	18.1
Turkey (BIST 100)	1,10,177	-0.1	0.8	41.0	9.5
Egypt (EGX30)	14,678	-0.3	0.0	18.9	9.3
MSCI Emerging Markets	1,132	0.2	1.2	31.3	15.6
MSCI World	2,096	-0.4	0.5	19.7	21.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	63.8	0.6	0.9	12.3	15.6
Natural Gas (\$/mmbtu)	2.7	-1.9	3.1	-28.8	-25.6
Gold (\$/oz)	1,262	-0.1	0.5	9.5	11.2
Silver (\$/oz)	16.1	-0.1	0.4	1.4	0.2
Platinum (\$/oz)	914	0.3	2.2	1.2	-1.4
Copper (\$/t)	6,906	0.5	0.7	25.0	22.7
Zinc (\$/t)	3,192	0.1	-0.4	24.8	17.8
Lead (\$/mt)	2,559	-1.1	1.9	28.9	13.1
Wheat (\$/bu)	420	-0.2	0.3	-12.2	-11.8
Corn (\$/bu)	348	0.1	0.0	-10.7	-12.1
Sugar (\$/lb)	14.4	4.7	5.5	-22.4	-19.9

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.63	0.01	0.63	0.00
Saudi Arabia	1.90	0.00	-0.14	0.27
UAE	1.73	-0.01	0.25	0.10
Kuwait	1.75	0.00	0.31	0.12
Qatar	2.67	0.08	0.89	1.04
Bahrain	2.73	0.00	0.63	1.10

Source: Reuters

NOTES: (1) Prices updated as of December 20, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in red on Tuesday. The S&P 500 and NASDAQ declined 0.3% and 0.4% respectively. Dow Jones Industrial ended 0.2% lower. In Europe, the UK closed 0.1% higher while Germany and France both declined 0.7%.
- Asian markets are trading mixed on Wednesday. China and Japan both are trading flat, while South Korea is down by 0.1%. Hong Kong is trading flat, while India is down by 0.1% in morning trade.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi declined 0.4% and 0.7% respectively. Kuwait and Qatar gained 0.8% and 3.8% respectively. Oman closed 0.3% lower while Bahrain closed 0.3% higher.
- According to Statistics Centre – Abu Dhabi (SCAD), the import unit value index rose 8.1% Y/Y to 112% in 3Q17 from 103%. Meanwhile, the export unit value index increased 1.7% Y/Y to 79.8% in 3Q17 from 78.4%. (Source: Mubasher)
- The Department of Culture and Tourism (DCT) in Abu Dhabi stated value-added tax will be levied on the price of hotel rooms and service fees, amounting to 10% at tourist and hospitality buildings. (Source: Mubasher)
- The Chairman of UAE-based Azizi Developments approved a budget of AED 9.1bn (USD 2.5bn) for 2018, significantly higher than that in 2017. The budget aims to fulfil the company's commitment to further develop Dubai's real estate market by establishing community lifestyle projects in key locations across the city. (Source: Arabian Business)
- The CEO of NMC Health (NMC LN) told Reuters the company has USD 800mn (AED 2.9bn) available to invest in 2018 in the Gulf and other markets. The company seeks to acquire hospitals and other facilities. (Source: Zawya)
- According to Sharjah Islamic Bank's (NBS UH) statement to the Abu Dhabi Securities Exchange, the bank entered into an agreement with the Sharjah Social Security Fund to issue AED 227mn (USD 61.7mn) sukuk convertible into ordinary shares. (Source: Mubasher)
- United Real Estate Company's (URC KK) bond rating has been affirmed at "BBB" by the Capital Intelligence Ratings. The rating was backed by the company's good financial profile despite incurring losses in the first nine months of 2017. (Source: Mubasher)
- Dubai Financial Market (DFM) announced the listing of Khaleeji Commercial Bank (KHCB BI). This listing strengthens the prominent position of DFM as the most favored listing venue, increasing the number of Dual listings to 14 including four Bahraini companies. (Source: Gulf Base)
- According to Taageer Finance Co.'s (TFCI OM) bourse statement, the company would issue non-convertible bonds worth OMR 5mn (USD 13mn), with a green-shoe option of additional bonds worth OMR 2.5mn (USD 6.5mn). The issue would be made available through private placement. (Source: Gulf Base)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 15 (prior: -5.1mn barrels) will be announced today. (Source: Econoday)
- US jobless claims for the week ended December 16 (prior: 225K; consensus: 234K) will be announced tomorrow. (Source: Econoday)
- Change in US Real GDP for 3Q17 (prior: 3.3% Q/Q) will be announced tomorrow. (Source: Econoday)

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